

(g) Other Reserves include the following for each of the years:

(In Millions)

	2000	2001	2001 Rev	2002	2003	2004
Designated for Net Unrealized Gains	(2,308,841)	-	(2,308,841)	(2,308,841)	(2,308,841)	(2,308,841)
Inventory	(67,448)	(57,779)	(67,448)	(67,448)	(67,448)	(67,448)
Reserved for Advances to Other Funds	(300,000)	(300,000)	(300,000)	(300,000)	(300,000)	(300,000)
Crime Victim Compensation Program	(779,023)	(395,842)	(779,023)	(779,023)	(779,023)	(779,023)
Superior Court Pro Se Facilitator	(40,060)	(52,588)	(40,060)	(40,060)	(40,060)	(40,060)
Reserve for Laptop Replacement	(487,764)	(228,524)	(269,064)	(487,764)	(487,764)	(487,764)
Reserve for Logan/Knox Lawsuit	(1,900,000)	(1,900,000)	-	-		
Other Reserve	(6,589,465)	-	(250,000)			
Reserve for Labor Settlement	(6,317,559)	-				
Reserve for 2001 Revenue Impacts	(2,721,300)	-	(4,300,000)			
2002 Outyear Reserves (Inet)						
Washington Center Defeasance	(194,120)					
I-695 CJ Replacement Funds	(2,600,000)					
Reserve for FSRP Debt Service		(335,338)	(335,338)			
Total "Other" Reserves	(24,305,580)	(3,270,071)	(8,649,774)	(3,983,136)	(3,983,136)	(3,983,136)

(h) 2001 Operating Expenditures

Agencies exempt from 1.75% Underexpenditure

Adopted Budget	(485,151,468)	Drug Enforcement Forfeits
2000 Carryovers	(7,692,202)	Cultural Resources
Supplemental Activity	(3,508,453)	Antiprofitteering
		State Auditor
Total	(496,352,123)	Community Services
		Special Programs

(i) 2001 CIP/Other Contributions

Facilities CIP	-	Salary and Wage
Parks CIP	(29,776)	Executive Contingency
Deferred Major Maintenance (CX)	(2,137,734)	Internal Support
Major Maintenance - Sales Tax Res	(1,231,689)	
CIP Carryovers	(4,082,656)	Agencies partially exempt:
Housing Opportunity	(3,092,438)	Office of Regional Policy and Planning
Total	(10,574,293)	Sheriff
		Prosecuting Attorney Office
		District Court
		CX Transfers
		DAJD
		Public Defense

(j) 2002 CIP/Other Contributions

Facilities CIP	-
Parks CIP	(169,776)
Deferred Major Maintenance (CX)	-
Major Maintenance - Sales Tax Res Fund Bal.	(6,390,717)
Major Maintenance - Sales Tax Transfer	-
Housing Opportunity	(2,687,675)
General Government - CX	(229,498)
Total	(9,477,666)

(k) Expenditure estimates for 2003 - 2004 are based on the following assumptions. The percentages indicate the expected annual percent change over the previous year.

	2002	2003	2004
Labor	As Proposed	6.25%	6.31%
Medical/Life Insurance Benefit	As Proposed	17.20%	15.00%
Flex Benefit	As Proposed	14.92%	15.00%
Dental Benefits	As Proposed	16.23%	15.03%
Services/Other Charges	As Proposed	3.00%	3.00% (6% exception for certain accounts)
Supplies	As Proposed	0.50%	0.50%
All Others	As Proposed	2% - 3%	2% - 3%

(l) The Outyear Estimated Financial Plan requires additional ongoing reductions of:

\$24,679,650 in 2003 \$19,559,220 million in 2004

These additional reductions to Current Expense agency budgets are necessary to accommodate a shrinking revenue base and an increasing salary and benefit growth rate growing beyond inflation.

(m)

The financial plan assumes an underexpenditure rate of 1.75%. The budget includes a 1% expenditure contra in each CX operating and CX transfer budget to directly budget for assumed underexpenditure levels. A remaining central contra of .75% is being held in the CX Financial Plan, for a total assumption of 1.75%. The 2001 revised financial plan reflects an adjustment to the assumed .75% underexpenditure to reflect the 2001 adopted expenditure level including contingency and supplemental appropriations. The underexpenditure assumption has been increased \$2.1 million based on an analysis of departmental salary savings.